

## Medical Center Lease Payments

### DESCRIPTION OF MAJOR SERVICES

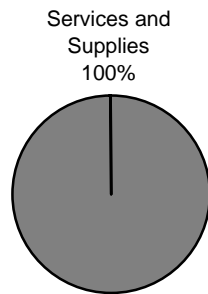
This unit funds the cost of long-term lease payments to the Inland Empire Public Facilities Corporation for the Arrowhead Regional Medical Center (ARMC) facility. Funding sources include state revenues from the SB 1732 – Construction Renovation/Reimbursement Program, operating transfers from ARMC representing Medicare and fee for service revenues, and operating transfers from the general fund backed by Health Realignment revenues and tobacco settlement proceeds.

There is no staffing associated with this budget unit.

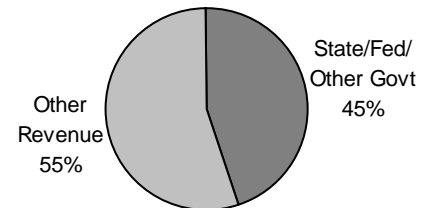
### BUDGET AND WORKLOAD HISTORY

	Actual 2003-04	Budget 2004-05	Estimate 2004-05	Proposed 2005-06
Appropriation	53,519,080	53,385,776	53,268,275	53,508,961
Departmental Revenue	53,519,080	53,385,776	53,268,275	53,508,961
Revenue Over/(Under) Expense	-	-	-	-

### 2005-06 BREAKDOWN BY EXPENDITURE AUTHORITY



### 2005-06 BREAKDOWN BY FINANCING SOURCE



GROUP: Administrative/Executive  
DEPARTMENT: Joint Powers Leases  
FUND: Medical Center Lease Payments

BUDGET UNIT: EMD JPL  
FUNCTION: General  
ACTIVITY: Property Mgmt

#### ANALYSIS OF 2005-06 BUDGET

	A 2004-05 Year-End Estimates	B 2004-05 Final Budget	C Cost to Maintain Current Program Services	D Board Approved Adjustments	B+C+D E Board Approved Base Budget	F Department Recommended Funded Adjustments (Schedule A)	E+F G 2005-06 Proposed Budget
<b>Appropriation</b>							
Services and Supplies	53,268,275	53,385,776	-	-	53,385,776	123,185	53,508,961
Total Appropriation	53,268,275	53,385,776	-	-	53,385,776	123,185	53,508,961
<b>Departmental Revenue</b>							
State, Fed or Gov't Aid	17,759,346	24,536,303	-	-	24,536,303	(561,975)	23,974,328
Total Revenue	17,759,346	24,536,303	-	-	24,536,303	(561,975)	23,974,328
Operating Transfers In	35,508,929	28,849,473	-	-	28,849,473	685,160	29,534,633
Total Financing Sources	53,268,275	53,385,776	-	-	53,385,776	123,185	53,508,961
Rev Over/(Under) Exp	-	-	-	-	-	-	-



DEPARTMENT: Joint Powers Leases  
 FUND: Medical Center Lease Payments  
 BUDGET UNIT: EMD JPL

## SCHEDULE A

## DEPARTMENT RECOMMENDED FUNDED ADJUSTMENTS

Brief Description of Program Adjustment		Budgeted Staffing	Appropriation	Departmental Revenue	Revenue Over/ (Under) Exp
1.	Increase in Expenses Increases to lease payments due to an interest rate swap.		123,185	-	(123,185)
2.	Decrease in SB 1732 Reimbursement A portion of the medical center lease payments are reimbursed by the state through the Construction Renovation/Reimbursement Program (SB 1732). The amount reimbursed by the state depends on the allowable lease payments multiplied by a rate that is calculated by the state every year. This rate fluctuates up or down based on the actual Medi-Cal inpatient days paid to Arrowhead Regional Medical Center. See Health Care Costs (AAA HCC) proposed budget for more detail.	-	-	(561,975)	(561,975)
3.	Increase in Realignment A portion of the medical center lease payments are paid with realignment revenues. This increase in realignment is a combination of the increase in lease payments and the decrease in the state reimbursement.	-	-	685,160	685,160
<b>Total</b>		-	123,185	123,185	-

